

STATE OF SOUTH CAROLINA

Application of South Carolina Electric & Gas Company for
Increases and Adjustments in the Company's Electric Rate
Schedules and Tariffs and Request for Mid-Period
Reduction in Base Rates for Fuel

BEFORE THE
PUBLIC SERVICE COMMISSION
OF SOUTH CAROLINA

COVER SHEET

DOCKET

NUMBER: 2012- 218 • E

(Please type or print)

Submitted by: K. Chad BurgessSC Bar Number: 69456Address: SCANA Corp.Telephone: 803-217-8141220 Operation Way MC C222Fax: 803-217-7810Cayce, SC 29033

Other: _____

Email: chad.burgess@scana.com

NOTE: The cover sheet and information contained herein neither replaces nor supplements the filing and service of pleadings or other papers as required by law. This form is required for use by the Public Service Commission of South Carolina for the purpose of docketing and must be filled out completely.

DOCKETING INFORMATION (Check all that apply)

☐ Emergency Relief demanded in petition☐ Request for item to be placed on Commission's Agenda expeditiously☐ Other: _____

INDUSTRY (Check one)

NATURE OF ACTION (Check all that apply)

☒ Electric☒ Affidavit☐ Letter☐ Request☐ Electric/Gas☐ Agreement☐ Memorandum☐ Request for Certification☐ Electric/Telecommunications☐ Answer☐ Motion☐ Request for Investigation☐ Electric/Water☐ Appellate Review☐ Objection☐ Resale Agreement☐ Electric/Water/Telecom.☐ Application☐ Petition☐ Resale Amendment☐ Electric/Water/Sewer☐ Brief☐ Petition for Reconsideration☐ Reservation Letter☐ Gas☐ Certificate☐ Petition for Rulemaking☐ Response☐ Railroad☐ Comments☐ Petition for Rule to Show Cause☐ Response to Discovery☐ Sewer☐ Complaint☐ Petition to Intervene☐ Return to Petition☐ Telecommunications☐ Consent Order☐ Petition to Intervene Out of Time☐ Stipulation☐ Transportation☐ Discovery☐ Prefiled Testimony☐ Subpoena☐ Water☐ Exhibit☐ Promotion☐ Tariff☐ Water/Sewer☐ Expedited Consideration☐ Proposed Order☐ Administrative Matter☐ Interconnection Agreement☐ Protest☐ Other: _____☐ Interconnection Amendment☐ Publisher's Affidavit☐ Late-Filed Exhibit☐ Report



K. Chad Burgess
Associate General Counsel

chad.burgess@scana.com

August 29, 2012

VIA ELECTRONIC FILING

The Honorable Jocelyn G. Boyd
Chief Clerk/Administrator
Public Service Commission of South Carolina
101 Executive Center Drive
Columbia, South Carolina 29210

RE: Application of South Carolina Electric & Gas Company for Increases and
Adjustments in Electric Rate Schedules and Tariffs and Request for Mid-Period
Reduction in Base Rates for Fuel
Docket No. 2012-218-E

Dear Ms. Boyd:

By letter dated July 13, 2012, the Clerk's Office of the Public Service Commission of South Carolina ("Commission") transmitted the Revised Notice of Filing and Hearing ("Notice") in the above referenced docket to South Carolina Electric & Gas Company ("SCE&G") and instructed SCE&G to furnish the Notice by U.S. Mail or by electronic mail to those customers who have agreed to receive notices by electronic mail on or before August 24, 2012, and to provide certification to the Commission on or before September 7, 2012, that the Notice has been furnished. In compliance with the instructions of the Clerk's Office, please find enclosed for filing an affidavit as proof that the required Notice was timely furnished to customers.

By copy of this letter, we are serving the other parties of record with a copy of the enclosed documents and enclose a certificate of service to that effect.

If you have any questions, please advise.

Very truly yours,

K. Chad Burgess

KCB/kms

Enclosures

cc: John W. Flitter
Nanette S. Edwards, Esquire
Jeffrey M. Nelson, Esquire
Ellen M. Evans, Esquire
Scott Elliott, Esquire
Frank Knapp, Jr.
(via U.S. First Class Mail w/enclosures)

BEFORE
THE PUBLIC SERVICE COMMISSION OF
SOUTH CAROLINA
DOCKET NO. 2012 - 218 - E

IN RE:

Application of South Carolina Electric & Gas)
Company for Increases and Adjustments in)
Electric Rate Schedules and Tariffs and)
Request for Mid-Period Reduction in Base)
Rates for Fuel)
_____)

CERTIFICATE OF SERVICE

This is to certify that I have caused to be served this day one (1) copy of South Carolina Electric & Gas Company's affidavit of John R. Hendrix to the persons named below at the addresses set forth via U.S. First Class Mail:

Ellen M. Evans, Esquire
Navy Litigation Office
720 Kennon Street
Building 36, Room 233
Washington Navy Yard, DC 20374-5013


John W. Flitter
Office of Regulatory Staff
1401 Main Street, Suite 900
Columbia, SC 29201

Jeffrey Nelson, Esquire
Office of Regulatory Staff
1401 Main Street, Suite 900
Columbia, SC 29201

Nanette S. Edwards, Esquire
Office of Regulatory Staff
1401 Main Street, Suite 900
Columbia, SC 29201

Scott Elliott, Esquire
Elliott & Elliott
1508 Lady Street
Columbia, SC 29201

Frank Knapp, Jr.
118 East Selwood Lane
Columbia, SC 29212



Karen M. Scruggs

Cayce, South Carolina

This 29th day of August, 2012

BEFORE
THE PUBLIC SERVICE COMMISSION
OF SOUTH CAROLINA
DOCKET NO. 2012-218-E

IN RE:

Application of South Carolina Electric & Gas Company for
Adjustments in the Company's Electric Rates Schedules and
Tariffs and Request for Mid-Period Reduction in Base
Rates for Fuel

)
)
) **AFFIDAVIT**
)
)
)
)


PERSONALLY APPEARED before me, John R. Hendrix, who being first duly sworn, deposes and says that he is Manager of the Electric Pricing and Rate Administration Department for SCANA Services; that at his direction and under his supervision the Revised Notice of Filing and Hearing attached hereto as Exhibit A and incorporated herein ("Notice") has been furnished either by U.S. Mail or electronically to customers who have agreed to receive the Notice electronically, to all applicable customers of South Carolina Electric & Gas Company on or before August 24, 2012.

FURTHER AFFIANT SAYETH NOT.



John R. Hendrix

Sworn to and subscribed before me
this 27th day of August, 2012



Notary Public for South Carolina
My Commission Expires: 01-05-21

**PUBLIC SERVICE COMMISSION
OF SOUTH CAROLINA**

CLERK'S OFFICE

REVISED NOTICE OF FILING AND HEARING

DOCKET NO. 2012-218-E

**SOUTH CAROLINA ELECTRIC & GAS COMPANY – APPLICATION FOR
ADJUSTMENTS IN ELECTRIC RATE SCHEDULES AND TARIFFS AND REQUEST
FOR MID-PERIOD REDUCTION IN BASE RATES FOR FUEL**

On June 29, 2012, South Carolina Electric & Gas Company ("SCE&G" or "Company") filed an application with the Public Service Commission of South Carolina ("Commission") requesting authority to adjust, change, and increase its retail electric rates, charges, and tariffs and to make a mid-period reduction in its base rates for fuel to reduce the fuel factor for electric service. The Application was filed pursuant to S.C. Code Ann. §§ 58-27-820, 58-27-860 and 58-27-870 (Supp. 2011) and 26 S.C. Code Ann. Regs. § 103-823 (Supp. 2011).

SCE&G states in its Application that it has made significant investments to comply with increasingly stringent environmental and safety laws and regulations promulgated by the Federal government and to continue to provide reliable electric service to its customers. The Application also states that the Company has experienced an increase in pension expense, depreciation expense, tree trimming and vegetation management expense, and taxes other than income—primarily property taxes. The Application further states that an off-system sales contract will expire at the end of 2012. As a result of these and other events, which are set forth in more detail in the Application, SCE&G states that its current rates and charges are not sufficient to allow the Company a reasonable opportunity to earn an adequate rate of return on its investment. SCE&G also states in its Application that its forecasts of future fuel costs have declined when compared to earlier forecasts. As a result, the Application states that SCE&G seeks to accelerate the benefits of these declining fuel cost forecasts for customers, and to off-set and mitigate the effects of the rate increases proposed in the application through a mid-period reduction in its base fuel cost component.

According to the Application, the proposed rates and charges represent an increase in revenues of approximately \$151.5 million or 6.61%. The reduction in fuel cost, coupled with the reduction in the Demand Side Management Component Rider to Retail Rates, reduces the net revenue increase requested in the Application from 6.61% to 3.75%. SCE&G requests that if the evidence presented in the hearings and other proceedings so allows that the Company be permitted to implement rates that differ and/or exceed those set forth in the Application. SCE&G requests that the proposed increase be effective January 1, 2013.

The reduction to the fuel factor for electric service that SCE&G proposes to implement is 0.263 cents/kilowatt-hour ("kWh") which represents a reduction of approximately 7.4% to the current rate of 3.541 cents/kWh.

A copy of the Company's complete Application, as well as the proposed rates, charges and tariffs may be obtained from the Commission at the following address: Public Service Commission of South Carolina, Clerk's Office, 101 Executive Center Drive, Columbia, South Carolina 29210. Additionally, the Application is available on the Commission's website at www.psc.sc.gov and is available from the corporate

office of South Carolina Electric & Gas Company at 220 Operation Way, Cayce, South Carolina, 29033.

In order for testimony and evidence to be received from all interested parties, a public hearing will be held in the Commission's Hearing Room, Synergy Business Park, Saluda Building, 101 Executive Center Drive, Columbia, South Carolina 29210 **beginning on Tuesday, November 27, 2012, at 9:30 a.m. and continuing through Wednesday, November 28, 2012, if necessary.**

Any person who wishes to participate in this matter, as a party of record with the right of cross-examination should file a Petition to Intervene in accordance with the Commission's Rules of Practice and Procedure on or before **September 7, 2012**, and indicate the amount of time required for his presentation. Please include an email address for receipt of future Commission correspondence in the Petition to Intervene. ***Please refer to Docket No. 2012-218-E and mail a copy to all other parties listed for this docket. The list of other parties may be found by conducting a "docket search" on the Commission's website at www.psc.sc.gov.***

Any person who wishes to testify and present evidence at the hearing should notify the Clerk's Office, in writing, at the address below; the South Carolina Office of Regulatory Staff, 1401 Main Street, Suite 900, Columbia, South Carolina 29201; and K. Chad Burgess, Associate General Counsel, South Carolina Electric & Gas Company, Mail Code C222, 220 Operation Way, Cayce, South Carolina, 29033, on or before **September 7, 2012**, and indicate the amount of time required for his presentation. ***Please refer to Docket No. 2012-218-E.***

Any person who wishes to request that the Commission hold a public hearing in his or her county of residence in order to hear comments from the utility's customers should notify in writing, the Clerk's Office at the address below, the South Carolina Office of Regulatory Staff, at 1401 Main Street, Suite 900, Columbia, South Carolina 29201 and K. Chad Burgess, Assistant General Counsel, South Carolina Electric & Gas Company, Mail Code C222, 220 Operation Way, Cayce, South Carolina, 29033 on or before **September 7, 2012**. ***Please refer to Docket No. 2012-218-E.***

Any person who wishes to be notified of the hearing, but does not wish to present testimony or be a party of record, may do so by notifying the Clerk's Office, in writing, at the address below on or before **September 7, 2012**. ***Please refer to Docket No. 2012-218-E.***

PLEASE TAKE NOTICE: Any person who wishes to have his or her comments considered as part of the official record of the proceeding **MUST** present such comments, in person, to the Commission during the hearing.

Persons seeking information about the Commission's Rules of Practice and Procedure should contact the Commission in Columbia at 803-896-5100.

Public Service Commission of South Carolina
Attn: Clerk's Office
Post Office Drawer 11649
Columbia, SC 29211

ENC. ELEC1272710 07/12

www.sceg.com

